

**CHIEF AUDITOR'S REPORT  
December 2007**

Attachment A

<b>SUBJECT</b>	<b>DATE OF ASSIGNMENT</b>	<b>STATUS</b>
1. Biennial Audit Plan	June 2007	In Progress - The Board of Administration approved the Audit Plan for Fiscal Years 2007-08 upon recommendation by the Finance Committee on June 15, 2007. A quarterly status as of October 31, 2007 is Item 4 of this Agenda for presentation at today's Finance Committee meeting. The Agenda Item shows the status towards completion of the Biennial Audit Plan and the status of Special Projects.
2. Financial Statement Audit	Ongoing Workload	Complete - CalPERS' independent financial statement auditor, Macias, Gini, and O' Connell, completed the audit of the financial statements as of June 30, 2007. The Board of Administration also approved the basic financial statements on November 15, 2007. A Management Letter was prepared in connection with the audit which includes the independent financial statement auditor's observations and recommendation to enhance the financial reporting internal control framework. The Management Letter is Item 5 of this Agenda for presentation at today's Finance Committee meeting.
3. State Saving Plus Program Financial Statement Audit	Ongoing Workload	In Progress - CalPERS' independent financial statement auditor, Macias, Gini, and O' Connell, will complete a financial statement audit of CalPERS' investments managed for the State Saving Plus Program as of June 30, 2007. The audit will be presented to the Finance Committee at the February 2008 meeting.
4. Monitoring and Responding to Exposure Drafts and Proposals	Ongoing Workload	No new regulatory actions to report.